



**COUNTY OF LOS ANGELES
DEPARTMENT OF AUDITOR-CONTROLLER**

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September 27, 2010

TO: Supervisor Gloria Molina, Chair
Supervisor Mark Ridley-Thomas
Supervisor Zev Yaroslavsky
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: Wendy L. Watanabe
Auditor-Controller

William T Fujioka
Chief Executive Officer

SUBJECT: **JUNE 30, 2010 FUND BALANCES**

In conjunction with the various departments, the Auditor-Controller has completed the process of computing the June 30, 2010 available fund balances for the various funds. After final adjustments contained in the Fiscal Year (FY) 2010-11 Final Budget Adjustment and a Department of Health Services budget adjustment, both on the Board agenda for September 28, 2010, the General Fund available fund balance will be approximately \$1,628,644,000.

Attached is the Auditor-Controller's report that lists the FY 2009-10 budget variances by department (Attachment I). The Chief Executive Office (CEO) has also included a summary report of the budget variances by operating and non-operating department/budget units (Attachment II) and explanations of the variances (Attachment III).

Also included are an overtime summary report (Attachment IV) and detailed variance explanations (Attachment V) by department for the General Fund, Enterprise Funds, Special Districts, Special Funds, and the Internal Services Fund.

The FY 2010-11 Adopted Budget contained a General Fund estimated available fund balance of \$1,492,726,000. The FY 2010-11 Supplemental Budget Resolution, also on the September 28, 2010 agenda, will recommend that \$135,918,000 of additional fund balance be temporarily placed in an appropriation for contingencies account.

The CEO's recommendations on the use of additional fund balance includes adjustments to existing carryover funds in the net amount of \$74,753,000 primarily for children and social services programs, public safety initiatives, building improvements and maintenance, various systems upgrades and improvements, museum agreements, and enhanced unincorporated area services. The remaining fund balance of \$61,165,000 is available to partially reduce the Labor-Management Savings placeholder of \$115 million included in the 2010-11 Adopted Budget. The Board may specifically appropriate these funds by a four-fifths vote.

This excess fund balance was generated primarily from cost savings in salaries and employee benefits due to vacancies and hiring delays, savings from the freeze on services and supplies as well as capital assets, additional savings from social services programs, and additional unspent funds on programs that will be carried over to FY 2010-11.

Budget matters are scheduled on the September 28, 2010 Board agenda to consider the excess amount available from fund balance.

If you have any questions, please call either of us or your staff may contact Sid Kikkawa, Senior Assistant, Chief Executive Officer, at (213) 974-6872.

WTF:WLW:MMO:JN:CY:SK:CA:MM:CD:yf

ADMIN/ADMIN/FUNDBALANCE2010

Attachments

c: Sachi A. Hamai, Executive Officer, Board of Supervisors
Andrea Sheridan Ordin, County Counsel
Mark J. Saladino, Treasurer and Tax Collector
John F. Schunhoff, Ph.D., Interim Director, Department of Health Services

2009-10 NET COUNTY COST VARIANCE REPORT

Organization Name	Adopted Budgeted Net County Cost	Budgeted Net County Cost	Current 2009-10 Net County Cost	Prior Year Accrual Net County Cost	Total 2009-10 Net County Cost	Net County Cost Variance
Operating Budgets						
Affirmative Action Compliance Office	\$ 3,315,000	3,320,000	2,925,334	(3,488)	2,921,846	\$ 398,154
Ag Commissioner/ Weights & Measures	13,300,000	13,609,000	11,471,390	252	11,471,642	2,137,358
Alternate Public Defender	53,420,000	53,537,000	51,870,999	(63,683)	51,807,316	1,729,684
Animal Care & Control	21,283,000	22,017,000	19,164,007	(95,989)	19,068,018	2,948,982
Arts Commission	7,425,000	7,703,000	7,661,041	(71,532)	7,589,509	113,491
Assessor	89,719,000	90,904,000	86,642,865	(288,450)	86,354,415	4,549,585
Auditor-Controller	18,424,000	18,832,000	16,550,927	(511,746)	16,039,181	2,792,819
Auditor-Controller - Transportation						
Auditor-Controller eCAPS System	34,416,000	34,416,000	30,981,189		30,981,189	3,434,811
Beaches and Harbors:						
- Beaches & Harbors - Beach	11,814,000	11,844,000	8,946,095	(246,785)	8,699,310	3,144,690
- Beaches & Harbors - Marina	(26,832,000)	(26,653,000)	(28,138,025)	(707,466)	(28,845,491)	2,192,491
Beaches and Harbors Total	(15,018,000)	(14,809,000)	(19,191,930)	(954,251)	(20,146,181)	5,337,181
Board of Supervisors	130,669,000	129,580,000	56,778,433	(163,801)	56,614,632	72,965,368
Chief Executive Officer	43,065,000	43,369,000	34,894,794	(545,026)	34,349,768	9,019,232
Chief Information Officer	5,212,000	5,232,000	4,579,422	(150,636)	4,428,786	803,214
Child Support Services	1,548,000	1,548,000	396,991	(360,155)	36,836	1,511,164
Children & Family Services						
Children & Family Services - Administration	270,202,000	268,678,000	244,106,833	(2,420,935)	241,685,898	26,992,102
Children & Family Services - Assistance:						
- KinGAP Program	11,288,000	11,288,000	11,561,254	(1)	11,561,253	(273,253)
- Special Programs						
- Adoption Assistance Program	17,092,000	17,092,000	20,020,681	(1)	20,020,680	(2,928,680)
- Foster Care Program	15,224,000	15,224,000	(7,176,763)	(14,613,125)	(21,789,888)	37,013,888
- Child Abuse Prevention Program			112		112	(112)
- SED Children	7,736,000	7,736,000	698,028	1,048,319	1,746,347	5,989,653
- PSSF/ Family Preservation	38,942,000	38,942,000	37,302,857	(4,296,268)	33,006,589	5,935,411
Children & Family Services - Assistance Total	90,282,000	90,282,000	62,406,169	(17,861,076)	44,545,093	45,736,907
Community & Senior Services						
Community & Senior Services - Administration	15,016,000	15,222,000	14,938,717	(217,350)	14,721,367	500,633
Community & Senior Services - Assistance:						
- Older American Act Program	1,105,000	1,105,000	328,169	(1,036,189)	(708,020)	1,813,020
- Workforce Investment Act				30,953	30,953	(30,953)
Community & Senior Services - Assistance Total	1,105,000	1,105,000	328,169	(1,005,236)	(677,067)	1,782,067

2009-10 NET COUNTY COST VARIANCE REPORT

Organization Name	Adopted Budgeted Net County Cost	Budgeted Net County Cost	Current 2009-10 Net County Cost	Prior Year Accrual Net County Cost	Total 2009-10 Net County Cost	Net County Cost Variance
Community-Based Contracts	3,951,000	4,233,000	3,087,011	(7,357)	3,079,654	1,153,346
Consumer Affairs	5,164,000	5,164,000	5,075,313	(63,406)	5,011,907	152,093
Coroner	25,433,000	25,667,000	25,690,261	(18,785)	25,671,476	(4,476)
County Counsel	5,025,000	5,037,000	4,616,875	(91,917)	4,524,958	512,042
District Attorney	193,334,000	194,225,000	203,024,700	(1,368,073)	201,656,627	(7,431,627)
Fire Department - Lifeguards	26,956,000	27,538,000	27,288,507		27,288,507	249,493
Grand Jury	1,701,000	1,701,000	1,313,011	(9,568)	1,303,443	397,557
Health Services - General Fund:						
- Administration	99,424,000	60,237,000	80,334,923	(6,305,012)	74,029,911	(13,792,911)
- Contribution to Hospitals Enterprise Funds	624,874,000	658,990,000	658,990,000		658,990,000	
- Juvenile Court Health Services	6,574,000	7,174,000	6,656,600	(490,796)	6,165,804	1,008,196
- Managed Care Rate Supplement	58,516,000	56,332,000	51,836,035		51,836,035	4,495,965
- Office of Managed Care	(15,359,000)	(15,359,000)	(14,450,339)	(340,766)	(14,791,105)	(567,895)
- Realignment	(88,048,000)	(88,048,000)	(84,605,962)	227,705	(84,378,257)	(3,669,743)
Health Services - General Fund Total	685,981,000	679,326,000	698,761,257	(6,908,869)	691,852,388	(12,526,388)
Homeless and Housing Program	56,752,000	56,257,000	19,072,422		19,072,422	37,184,578
Human Resources	8,285,000	8,316,000	8,218,512	(333,185)	7,885,327	430,673
Information Systems Advisory Body	1,514,000	1,514,000	1,406,070	(74,047)	1,332,023	181,977
Internal Services	18,113,000	18,205,000	16,728,321	(3,475,663)	13,252,658	4,952,342
LA Plaza de Cultura y Artes	800,000	250,000				250,000
Mental Health	137,313,000	137,313,000	179,063,916	(37,395,805)	141,668,111	(4,355,111)
Military & Veterans Affairs	1,980,000	1,980,000	1,850,023	(2,466)	1,847,557	132,443
Museum of Art	25,629,000	25,629,000	25,549,848	(2,982)	25,546,866	82,134
Museum of Natural History	15,039,000	15,039,000	14,620,783	(2,522)	14,618,261	420,739
Music Center	20,689,000	20,689,000	20,012,587	(82,404)	19,930,183	758,817
Office of Public Safety	17,246,000	17,266,000	13,297,711	(326,719)	12,970,992	4,295,008
Parks & Recreation	106,952,000	108,985,000	103,826,590	(250,264)	103,576,326	5,408,674
Probation:						
- Care of Juvenile Court Wards	4,033,000	4,033,000	2,094,130	(70,065)	2,024,065	2,008,935
- Support Services	103,360,000	104,909,000	103,055,663	(319,993)	102,735,670	2,173,330
- Juvenile Institutions Services	227,100,000	230,409,000	253,250,953	2,159,622	255,410,575	(25,001,575)
- Field Services	99,233,000	101,399,000	108,881,988	(64,002)	108,817,986	(7,418,986)
- Special Services	14,021,000	13,258,000	10,458,460	(92,721)	10,365,739	2,892,261
- Prior Year Encumbrances				(106,578)	(106,578)	106,578
Probation Department Total	447,747,000	454,008,000	477,741,194	1,506,263	479,247,457	(25,239,457)
Provisional Financing Uses	465,092,000	360,739,000				360,739,000
Public Defender	170,686,000	171,143,000	175,768,770	154,189	175,922,959	(4,779,959)

2009-10 NET COUNTY COST VARIANCE REPORT

Organization Name	Adopted Budgeted Net County Cost	Budgeted Net County Cost	Current 2009-10 Net County Cost	Prior Year Accrual Net County Cost	Total 2009-10 Net County Cost	Net County Cost Variance
Public Health:						
- Substance Abuse Prevention & Control	5,350,000	5,351,000	5,006,269		5,006,269	344,731
- Public Health Programs	125,718,000	123,835,000	131,099,141	(10,984,788)	120,114,353	3,720,647
- Antelope Valley Rehab Centers	6,119,000	6,117,000	6,787,799	(25,320)	6,762,479	(645,479)
- Children 's Medical Services	29,058,000	29,022,000	26,104,640	(4,236,980)	21,867,660	7,154,340
- Office of Aids Programs And Policy	17,450,000	17,428,000	17,427,895	104	17,427,999	1
Public Health Total	183,695,000	181,753,000	186,425,744	(15,246,984)	171,178,760	10,574,240
Public Social Services						
Public Social Services - Administration	134,530,000	113,232,000	89,740,955	(13,686,349)	76,054,606	37,177,394
Public Social Services - Assistance:						
- In-Home Supportive Services	60,927,000	60,927,000	62,352,162	(1,437,658)	60,914,504	12,496
- Cash Assistance Program for Immigrants			(61,481)		(61,481)	61,481
- Calworks	16,377,000	16,377,000	14,522,258	69,428	14,591,686	1,785,314
- Refugee Cash Assistance			(92,864)		(92,864)	92,864
- Indigent Aid	198,972,000	219,972,000	219,010,460		219,010,460	961,540
- Community Services Block Grant			(1)		(1)	1
- Refugee Employment Program						
Public Social Services Assistance Total	276,276,000	297,276,000	295,730,534	(1,368,230)	294,362,304	2,913,696
Public Works	21,980,000	59,220,000	19,576,137	396,977	19,973,114	39,246,886
Regional Planning	17,041,000	17,199,000	16,850,755	(34,897)	16,815,858	383,142
Registrar-Recorder and County Clerk	49,634,000	49,898,000	41,248,009	9,034,876	50,282,885	(384,885)
Sheriff's Department:						
- Patrol	201,502,000	208,673,000	239,129,884	1,392,226	240,522,110	(31,849,110)
- Detective Services	63,085,000	63,367,000	75,219,139	(5,727,464)	69,491,675	(6,124,675)
- Administration	80,789,000	85,746,000	90,127,444	(600,132)	89,527,312	(3,781,312)
- Custody	551,986,000	571,283,000	513,152,552	(4,749,764)	508,402,788	62,880,212
- Court Services	56,521,000	57,710,000	45,980,785	311	45,981,096	11,728,904
- General Support Services	323,543,000	331,398,000	355,451,156	8,745	355,459,901	(24,061,901)
- Clearing Account			19,797		19,797	(19,797)
Sheriff's Department Total	1,277,426,000	1,318,177,000	1,319,080,757	(9,676,078)	1,309,404,679	8,772,321
Treasurer & Tax Collector	21,246,000	21,439,000	20,855,559	(870,186)	19,985,373	1,453,627
Trial Court Operations:						
- MOE Contribution	149,708,000	147,361,000	145,539,643		145,539,643	1,821,357
- Superior Court - General Fund	42,943,000	45,327,000	44,932,727	(217,335)	44,715,392	611,608
- Courts - Unallocated - Others	46,704,000	61,073,000	60,989,227	(223,656)	60,765,571	307,429
Trial Court Operations Total	239,355,000	253,761,000	251,461,597	(440,991)	251,020,606	2,740,394

2009-10 NET COUNTY COST VARIANCE REPORT

Organization Name	Adopted Budgeted Net County Cost	Budgeted Net County Cost	Current 2009-10 Net County Cost	Prior Year Accrual Net County Cost	Total 2009-10 Net County Cost	Net County Cost Variance
NonOperating Budgets						
Capital Projects	883,330,000	924,218,000	58,936,666	(1,789,957)	57,146,709	867,071,291
Emergency Preparedness & Response	5,759,000	5,759,000	5,026,939	147,842	5,174,781	584,219
Employee Benefits	4,300,000	4,300,000	(6,610,594)		(6,610,594)	10,910,594
Extraordinary Maintenance	89,877,000	89,350,000	14,077,299	(58,159)	14,019,140	75,330,860
Federal & State Disaster Aid			32,425		32,425	(32,425)
Insurance			(187,150)	(6,613)	(193,763)	193,763
Internal Services/Customer Direct-S&S			(2)		(2)	2
Judgments & Damages	19,694,000	19,694,000	2,295,871	(64,504)	2,231,367	17,462,633
Los Angeles County Capital Asset Leasing			(15,823)		(15,823)	15,823
Nondepartmental Revenue	(296,683,000)	(434,391,000)	(489,094,428)	(1,670,446)	(490,764,874)	56,373,874
Nondepartmental Special Accounts	70,414,000	46,166,000	(17,518,512)	(462,979)	(17,981,491)	64,147,491
- Public Library (General Fund Contribution)	23,173,000	23,173,000	23,173,000		23,173,000	
Project and Facility Development	91,651,000	93,735,000	40,839,949	(1,081,728)	39,758,221	53,976,779
Rent Expense	19,344,000	20,344,000	11,373,775		11,373,775	8,970,225
Telephone Utilities			(321,246)	(416,953)	(738,199)	738,199
Utilities	93,000	93,000	(323,414)	(719,826)	(1,043,240)	1,136,240
Utility User Tax - Measure U	(65,620,000)	(61,980,000)	(61,634,704)		(61,634,704)	(345,296)
VLF-Realignment:						
- Health Services	(338,477,000)	(338,477,000)	(317,910,853)	(2,610,716)	(320,521,569)	(17,955,431)
- Mental Health	(93,463,000)	(93,463,000)	(87,907,159)	(705,316)	(88,612,475)	(4,850,525)
- Social Services	(16,848,000)	(16,848,000)	(15,824,103)	(129,949)	(15,954,052)	(893,948)
VLF-Realignment Total	(448,788,000)	(448,788,000)	(421,642,115)	(3,445,981)	(425,088,096)	(23,699,904)
Operating/NonOperating Budgets Subtotal	\$ 5,842,492,000	5,718,397,000	4,051,897,015	(114,927,848)	3,936,969,167	\$ 1,781,427,833
Property Taxes	(3,802,152,000)	(3,802,152,000)	(3,732,464,297)		(3,732,464,297)	(69,687,703)
	\$ 2,040,340,000	1,916,245,000	319,432,718	(114,927,848)	204,504,870	\$ 1,711,740,130

Reserve for DHS Cost Based Reimbursement Clinic Long-Term Loans Receivable	(65,900,000)
Reserve for Mental Health AB3632 Long-Term Receivable	(14,461,447)
Reserve For DMH Long-Term Receivable	(8,365,456)
Reserve For Public Health - Substance Abuse & Prevention Control Long-Term Receivable	(4,003,419)
Reserve for SB90 Long-Term Receivable	(5,457,019)
Reserve for Utility Users' Tax Long-Term Receivable	(12,101,282)
Net Change In Reserves (3301)	137,978
Transfer From Hospital Funds (MOE)	27,054,819

AVAILABLE FUND BALANCE - GENERAL FUND

\$ 1,628,644,304

2009-10 NET COUNTY COST VARIANCE REPORT

EXPLANATIONS

BUDGETED NET COUNTY COST: Represents Original Adopted Budget and all budget adjustments to date.

2009-10 NET COUNTY COST: Represents net current revenue and expenditures.

PRIOR YEAR ACCRUAL NET COUNTY COST: Represents net prior year revenue and expenditures.

NET COUNTY COST VARIANCE: Positive amounts represent budgetary savings and sources of fund balance.
Negative amounts represent budgetary shortfalls and uses of fund balance.

**FY 2009-10 GENERAL FUND/ENTERPRISE HOSPITAL
CLOSING SUMMARY**

ATTACHMENT II

	FY 2007-08			FY 2008-09			FY 2009-10		
	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget
Operating Budgets									
Affirmative Action Compliance	\$ 3,867,000	\$ 3,370,586	\$ 496,414	\$ 3,583,000	\$ 3,513,067	\$ 69,933	\$ 3,320,000	\$ 2,921,846	\$ 398,154
Ag Commissioner/ Weights & Measures	9,814,000	5,770,796	4,043,204	12,673,000	7,706,939	4,966,061	13,609,000	11,471,642	2,137,358
Alternate Public Defender	49,219,000	47,480,706	1,738,294	53,764,000	50,440,306	3,323,694	53,537,000	51,807,316	1,729,684
Animal Care & Control	14,887,000	15,296,797	(409,797)	20,959,000	17,597,023	3,361,977	22,017,000	19,068,018	2,948,982
Arts Commission	8,488,000	8,556,689	(68,689)	8,301,000	8,271,683	29,317	7,703,000	7,589,509	113,491
Assessor	93,895,000	77,222,198	16,672,802	93,769,000	81,939,156	11,829,844	90,904,000	86,354,415	4,549,585
Auditor-Controller	23,510,000	19,048,018	4,461,982	31,726,000	24,471,739	7,254,261	18,832,000	16,039,181	2,792,819
Auditor-Controller - eCAPS	29,102,000	22,486,680	6,615,320	28,250,000	25,725,803	2,524,197	34,416,000	30,981,189	3,434,811
Beaches & Harbors-Beach	11,190,000	7,324,819	3,865,181	11,833,000	9,720,067	2,112,933	11,844,000	8,699,310	3,144,690
Beaches & Harbors-Marina	(20,219,000)	(47,347,607)	27,128,607	(22,281,000)	(27,199,475)	4,918,475	(26,653,000)	(28,845,491)	2,192,491
Board of Supervisors	103,945,000	57,988,630	45,956,370	111,891,000	56,720,045	55,170,955	129,580,000	56,614,632	72,965,368
Chief Executive Officer	43,895,000	37,148,794	6,746,206	43,678,000	38,020,889	5,657,111	43,369,000	34,349,788	9,019,232
Chief Information Officer	6,230,000	4,921,181	1,308,819	6,224,000	4,732,565	1,491,435	5,232,000	4,428,786	803,214
Child Support Services	-	1,737,546	(1,737,546)	2,391,000	(1,413,691)	3,804,691	1,548,000	36,836	1,511,164
Children & Family Services-Administration	179,301,000	146,695,341	32,605,659	226,555,000	211,914,118	14,640,882	268,678,000	241,685,898	26,992,102
Children & Family Services-Assistance Pymts	54,384,000	23,082,522	31,301,478	85,187,000	65,051,168	20,135,832	90,282,000	44,545,093	45,736,907
Community & Sr Services-Admin	16,131,000	15,348,347	782,653	16,146,000	14,909,086	1,236,914	15,222,000	14,721,367	500,633
Community & Sr Services-Assistance	5,387,000	4,734,914	652,086	8,590,000	7,431,379	1,158,621	1,105,000	(677,067)	1,782,067
Community-Based Contracts	4,140,000	2,998,860	1,141,140	4,066,000	2,917,118	1,148,882	4,233,000	3,079,654	1,153,346
Consumer Affairs	4,994,000	4,869,692	124,308	4,987,000	4,963,894	23,106	5,164,000	5,011,907	152,093
Coroner	24,891,000	23,831,772	1,059,228	25,685,000	26,285,900	(600,900)	25,667,000	25,671,476	(4,476)
County Counsel	5,203,000	4,733,348	469,652	5,298,000	4,939,878	358,122	5,037,000	4,524,958	512,042
District Attorney	181,213,000	166,801,391	14,411,609	199,695,000	204,051,545	(4,356,545)	194,225,000	201,656,627	(7,431,627)
Fire Department-Lifeguards	29,012,000	29,012,000	-	28,631,000	28,631,000	-	27,538,000	27,288,507	249,493
Grand Jury	1,826,000	1,480,666	345,334	1,835,000	1,536,135	298,865	1,701,000	1,303,443	397,557
Health Services/Enterprise Hospital Summary	844,174,000	838,101,009	6,072,991	730,963,000	714,806,065	16,156,935	679,326,000	664,797,569	14,528,431
Homeless and Housing Program	103,877,000	69,585,031	34,291,969	57,377,000	22,022,888	35,354,112	56,257,000	19,072,422	37,184,578
Human Relations Commission	3,169,000	3,086,562	82,438	3,239,000	3,007,197	231,803	-	-	-
Human Resources	9,351,000	9,122,369	228,631	10,655,000	10,285,521	369,479	8,316,000	7,885,327	430,673
Information System Advisory Body	2,921,000	116,917	2,804,083	3,521,000	1,616,462	1,904,538	1,514,000	1,332,023	181,977
Internal Services	12,624,000	10,835,131	1,788,869	8,175,000	4,471,583	3,703,417	18,205,000	13,252,658	4,952,342
LA Plaza de Cultura y Arte	200,000	-	200,000	800,000	-	800,000	250,000	-	250,000
Mental Health	147,401,000	148,863,165	(1,462,165)	160,508,000	150,206,000	10,302,000	137,313,000	141,668,111	(4,355,111)
Military & Veterans Affairs	2,174,000	1,913,601	260,399	2,197,000	1,963,469	233,531	1,980,000	1,847,557	132,443
Museum of Art	20,677,000	20,677,000	-	23,412,000	23,217,879	194,121	25,629,000	25,546,866	82,134
Museum of Natural History	14,787,000	13,537,426	1,249,574	15,119,000	14,041,456	1,077,544	15,039,000	14,618,261	420,739
Music Center, The	19,286,000	19,164,442	121,558	20,507,000	19,721,756	785,244	20,689,000	19,930,183	758,817
Office of Public Safety	17,920,000	17,081,769	838,231	18,694,000	13,494,186	5,199,814	17,266,000	12,970,992	4,295,008
Office of Ombudsman	1,332,000	1,146,091	185,909	1,368,000	1,109,358	258,642	-	-	-
Parks & Recreation	103,717,000	100,339,884	3,377,116	109,057,000	105,800,766	3,256,234	108,985,000	103,576,326	5,408,674
Probation	469,089,000	455,421,221	13,667,779	505,182,000	511,127,800	(5,945,800)	454,008,000	479,247,457	(25,239,457)
Provisional Financing Uses	54,983,000	-	54,983,000	348,525,000	-	348,525,000	360,739,000	-	360,739,000
Public Defender	158,320,000	158,392,704	(72,704)	171,903,000	173,717,196	(1,814,196)	171,143,000	175,922,959	(4,779,959)
Public Health	174,225,000	173,462,601	762,399	190,136,000	184,470,684	5,665,316	181,753,000	171,178,760	10,574,240
Public Social Services-Administration	138,609,000	129,368,859	9,240,141	138,486,000	112,931,156	25,554,844	113,232,000	76,054,606	37,177,394
Public Social Services-Assistance Summary	217,112,000	221,009,393	(3,897,393)	271,375,000	265,716,914	5,658,086	297,276,000	294,362,304	2,913,696
Public Works (PW)-GF Summary	13,318,000	10,837,781	2,480,219	33,018,000	23,175,697	9,842,303	59,220,000	19,973,114	39,246,886

**FY 2009-10 GENERAL FUND/ENTERPRISE HOSPITAL
CLOSING SUMMARY**

ATTACHMENT II

	FY 2007-08			FY 2008-09			FY 2009-10		
	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget	Final Adjusted Budget	Closing NCC	Variance from Adjusted Budget
Regional Planning	16,566,000	16,399,447	166,553	18,268,000	19,491,646	(1,223,646)	17,199,000	16,815,858	383,142
Registrar-Recorder/County Clerk	24,709,000	23,229,201	1,479,799	34,029,000	34,803,236	(774,236)	49,898,000	50,282,885	(384,885)
Sheriff's Department	1,190,614,000	1,200,580,248	(9,966,248)	1,259,002,000	1,315,536,016	(56,534,016)	1,318,177,000	1,309,404,679	8,772,321
Treasurer & Tax Collector	29,772,000	22,237,447	7,534,553	25,159,000	21,100,575	4,058,425	21,439,000	19,985,373	1,453,627
Contribution to Trial Court Operation Fund	222,198,000	223,300,888	(1,102,888)	251,677,000	245,949,230	5,727,770	253,761,000	251,020,606	2,740,394
Subtotal - Operating Budgets	\$ 4,897,430,000	\$ 4,571,920,038	\$ 325,509,962	\$ 5,425,788,000	\$ 4,866,662,073	\$ 559,125,927	\$ 5,436,724,000	\$ 4,761,075,716	\$ 675,648,284
<u>Non-Operating Budgets</u>									
Capital Projects	\$ 1,102,358,000	\$ 104,893,553	\$ 997,464,447	\$ 977,818,000	\$ 71,605,513	\$ 906,212,487	\$ 924,218,000	\$ 57,146,709	\$ 867,071,291
Emergency Preparedness & Response	5,759,000	3,394,898	2,364,102	5,759,000	3,791,886	1,967,114	5,759,000	5,174,781	584,219
Employee Benefits	4,300,000	34,097	4,265,903	4,300,000	(11,133,000)	15,433,000	4,300,000	(6,610,594)	10,910,594
Extraordinary Maintenance	85,110,000	14,866,664	70,243,336	91,944,000	15,392,558	76,551,442	89,350,000	14,019,140	75,330,860
Federal & State Disaster Aid	-	-	-	-	487,802	(487,802)	-	32,425	(32,425)
Insurance	-	(240,793)	240,793	-	122,329	(122,329)	-	(193,763)	193,763
Judgments & Damages	86,694,000	57,818,597	28,875,403	21,694,000	29,119,256	(7,425,256)	19,694,000	2,231,367	17,462,633
LA Co Capital Asset Leasing	(500,000)	203,389	(703,389)	(500,000)	24,080	(524,080)	-	(15,823)	15,823
Nondepartmental Revenue	(478,669,000)	(557,374,698)	78,705,698	(501,446,000)	(559,461,724)	58,015,724	(434,391,000)	(490,764,874)	56,373,874
Nondepartmental Special Accounts	58,769,000	(133,248,829)	192,017,829	62,643,000	(41,660,683)	104,303,683	69,339,000	5,191,509	64,147,491
Project and Facility Development	95,770,000	32,212,595	63,557,405	97,941,000	41,544,425	56,396,575	93,735,000	39,758,221	53,976,779
Rent Expense	17,948,000	16,142,107	1,805,893	20,545,000	19,415,921	1,129,079	20,344,000	11,373,775	8,970,225
Telephone Utilities	-	(408,013)	408,013	-	(281,456)	281,456	-	(738,199)	738,199
Utilities	25,682,000	22,341,521	3,340,479	4,990,000	3,576,844	1,413,156	93,000	(1,043,240)	1,136,240
Utility Users Tax	-	-	-	-	-	-	(61,980,000)	(61,634,704)	(345,296)
VLF-Realignment	(500,934,000)	(497,394,094)	(3,539,906)	(498,823,000)	(448,494,829)	(50,328,171)	(448,788,000)	(425,088,096)	(23,699,904)
Subtotal - Non-Operating Budgets	\$ 502,287,000	\$ (936,774,297)	\$ 1,439,061,297	\$ 286,865,000	\$ (875,951,078)	\$ 1,162,816,078	\$ 281,673,000	\$ (851,161,368)	\$ 1,132,834,368
Operating/Non-Operating Budgets Subtotal	\$ 5,399,717,000	\$ 3,635,145,741	\$ 1,764,571,259	\$ 5,712,653,000	\$ 3,990,710,995	\$ 1,721,942,005	\$ 5,718,397,000	\$ 3,909,914,348	\$ 1,808,482,652
<u>Adjustments to Fund Balance</u>									
Appropriation for Contingencies	\$ -	\$ -	\$ -	\$ 5,000	\$ -	\$ 5,000	\$ -	\$ -	\$ -
Property Tax - Regular	3,642,360,000	3,667,128,984	24,768,984	3,853,681,000	3,816,292,012	(37,388,988)	3,802,152,000	3,732,464,297	(69,687,703)
Property Tax - Supplemental	-	-	-	-	-	-	-	-	-
Reserves/Designation-GF (Total)	(434,819,000)	(434,819,000)	-	(221,646,000)	(221,646,000)	-	(360,418,000)	(470,706,623)	(110,288,623)
Cancel Reserves/Designations (Total)	485,793,000	527,134,000	41,341,000	271,819,000	271,819,000	-	563,235,000	563,235,000	-
Fund Balance	1,706,356,000	1,706,356,000	-	1,808,804,000	1,808,804,000	-	1,713,428,000	1,713,428,000	-
Other Adjustments:									
Transfer from/(to) Hospital Funds (MOE)	-	(21,787,313)	(21,787,313)	-	-	-	-	-	-
Net Changes in Reserves	-	(89,222)	(89,222)	-	22,408	22,408	-	137,978	137,978
Reserve for PH ADPA Receivable	-	-	-	-	(13,768,000)	(13,768,000)	-	-	-
Cancel Reserve for State EPSDT (DMH)	-	-	-	-	42,616,000	42,616,000	-	-	-
Subtotal - Fund Balance Adjustments	\$ 5,399,717,000	\$ 5,443,950,449	\$ 44,233,449	\$ 5,712,653,000	\$ 5,704,139,420	\$ (8,513,580)	\$ 5,718,397,000	\$ 5,538,558,652	\$ (179,838,348)
Estimated Year-End Fund Balance	\$ -	\$ 1,808,804,708	\$ 1,808,804,708	\$ -	\$ 1,713,428,425	\$ 1,713,428,425	\$ -	\$ 1,628,644,304	\$ 1,628,644,304

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Operating Budgets

Affirmative Action \$398,000

Reflects a current year savings of \$398,000 due to: 1) \$1,069,000 savings in Salaries and Employee Benefits (S&EB) due to delays in filling vacant positions and the hard hiring freeze; 2) \$324,000 savings in Services and Supplies (S&S) attributable to the freeze on non-essential S&S; 3) \$3,000 savings in Other Charges as a result of lower than anticipated capital lease charges; and 4) a net surplus of \$18,000 in revenue which reflects increases in Contract Compliance, Employment Discrimination Compliance and Risk Management services, partially offset by a decrease in other programs' services.

Appropriation savings are partially offset by a decrease in IFT (\$1,020,000) due to a decline in Affirmative Action/Diversity training and the Disability Civil Rights Compliance services.

Lastly, \$2,000 in savings is attributable to the cancellation of prior year commitments and an additional \$2,000 is attributable to the over-realization of prior-year revenue accruals.

Agricultural Commissioner/Weights and Measures \$2,137,000

The variance is due primarily to savings in S&EB of \$2,147,000 and \$1,017,000 in S&S. This is offset by lower than expected revenue from contracts and weed abatement revenue of \$765,000 and lower than expected IFT of \$262,000.

The Department is requesting to carry over \$250,000 for the replacement of high mileage vehicles that are used daily. Funding would be used to replace vehicles that have a high cost to maintain or have been salvaged due to accidents/and or engine failures. Vehicle mileage which includes maintenance costs are invoiced to State Contracts.

Alternate Public Defender \$1,730,000

The overall savings of \$1,730,000 is primarily due to savings of \$1,851,000 in S&EB which is attributable to delays in filling funded, vacant positions; \$140,000 in Other Charges; and \$44,000 in Capital Assets. In addition, there was an accrual of \$64,000 in prior year revenue.

This is offset by an over expenditure of \$293,000 in S&S as well as a under realization of revenue of \$76,000.

The Department is requesting to carry over \$300,000 to address the structural deficit in S&S.

Animal Care and Control \$2,949,000

Reflects savings of \$1,470,000 in S&EB resulting from vacant positions, positions filled with lower items, and the second half of fiscal year's Sick-Leave Buy-Back being posted to the new fiscal year; \$408,000 savings in S&S due to the postponement of alteration and improvement projects, Departmental Service Orders requests being higher than actual charges from other departments, and tightening control of miscellaneous S&S purchase items; \$3,000 savings in Other Charges from lower than anticipated Judgments and Settlements claims; \$103,000

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

savings in Capital Assets reflecting the budget freeze; \$60,000 savings in Other Financial Uses after repayment of the Asset Development Implementation Fund's loan for the current fiscal year; \$809,000 surplus in revenue due to increased canvassing; \$20,000 savings from cancellation of prior year commitments, and \$76,000 over realization from prior year revenue accruals.

Of the total estimated net County cost (NCC) savings, the Department is requesting to carry over \$25,000 for Fifth District Spay/Neuter funding; \$485,000 for animal food, cleaning detergents, fuel, medicine, rubbish disposal, and dead animal disposal; \$480,000 for ISD fixed fee building maintenance program; \$289,000 for critical alterations and improvements for shelters; \$380,000 for Chameleon replacement planning and IT infrastructure; and \$630,000 for the Department's aging vehicle replacement program.

Arts Commission

\$113,000

Reflects a savings of \$113,000 due to a \$41,000 savings in S&S as a result of the appropriation freeze instituted Countywide and a \$72,000 in prior year savings due to commitment cancellations.

Assessor

\$4,550,000

The variance is primarily attributable to: 1) S&EB savings of \$3,082,000 due to attritions and the hard hiring freeze; 2) S&S savings of \$3,838,000 due to an under expenditure of information technology services; 3) Other Charges savings of \$191,000 primarily attributed to a decrease in rent for the Lancaster office; 4) Capital Assets savings of \$48,000 due the freeze; 5) \$87,000 under realization of IFT due to lower than anticipated services requested from departments for property information; 6) under realized revenue of \$2,810,000 primarily due to less than expected SB 813 supplemental property tax administrative fee and change of ownership statement penalties, offset by higher than anticipated SB 2557 property tax administrative fee; and 7) \$288,000 from cancellation of prior year commitments.

Of the total savings, Assessor is requesting to carryover \$1,068,000 for consulting services to improve the County's property tax system (\$250,000), procurement of various ISD IT services such as programming and server maintenance (\$220,000), IT related services and equipment that were curtailed during the FY 2010-11 Proposed budget (\$518,000) and for the conversion of files from Iron Mountain to a newly County approved vendor (\$80,000).

Auditor-Controller

\$2,793,000

The overall variance is primarily attributable to: 1) S&EB savings of \$5,208,000 due to vacancies, items filled lower than budgeted and the hiring freeze; 2) S&S savings of \$2,392,000 mainly due to less than anticipated expenditures for office supplies, administrative services, professional and special services, IT consulting costs, Measure U funding for audits, and unexpended CEO IT funds; 3) Other Charges savings of \$4,000 primarily due to less than anticipated judgment and damages settlement costs; 4) Capital Asset savings of \$11,000 due to the freeze; 5) IFT under realization of \$3,097,000 due primarily to an anticipated shortfall in audit-related services; 6) revenue under realization of \$2,237,000 due primarily to less-than-anticipated State, Assessment and Tax Collection Fees, and SB 813 revenue, partially offset by

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

greater than anticipated SB 2557 Property Tax Administrative Fee revenue; and 7) prior year commitment cancellations of \$512,000.

Of the total savings, the Auditor-Controller requested and received one-time carryover of unspent CEO IT fund in the amount of \$402,000 during Final Changes.

Measure U/Prop 62 Ongoing Variance: \$316,000

The A-C's original Measure U budget was developed based on audits covering a one-year period. However, the first year's Measure U audits are expected to cover a 15-month period (Measure U took effect April 1, 2009) and will occur in FY 2010-11. A-C is requesting to carryover \$82,000 of the total unexpended Measure U funding as a one-time carryover to cover costs associated with the 3 additional months to be audited.

Auditor-Controller eCAPS Project

\$3,435,000

The overall variance is primarily attributable to: 1) S&S savings of \$2,961,000 due to less than anticipated costs for facilities, Cognos, ISD equipment, ISD midrange, and DHR billings; 2) over realized IFT of \$158,000 based on the eCAPS schedule; and 3) a revenue variance of \$316,000 primarily due to billings to the Department of Public Works for FAS replacement.

In prior years, the entire savings would be carried over to FY 2010-11 and placed in the Designation for Financial System eCAPS. However, there have been discussions to use some of the one-time money to fund a couple of positions to help with the electronic item control efforts for FY 2010-11.

Beaches and Harbors

\$5,337,000

The savings are primarily due to vacancies and the hiring freeze, S&S and Fixed Asset freezes, additional revenue from fines and penalties, an increase in leasehold rent and due on condo sales, one-time Parcel 64 option payment, and an increase in parking revenue. In addition, the surplus includes \$954,000 from prior year savings. Savings are partially offset by the loss of the sponsorship marketing agreement.

A carryover of \$125,000 for a security surveillance system is included in the Marina ACO Fund, and \$547,000 for HVAC and Boiler replacement at the Administrative building is also being carried over in Extraordinary Maintenance.

Board of Supervisors

\$72,965,000

The surplus includes \$68,390,000 savings in unspent Board's discretionary fund and \$4,575,000 due to: 1) a \$750,000 savings in S&EB due to vacancies, hiring delays and Countywide hiring freeze; and 2) a \$7,889,000 savings in S&S primarily due to savings related to Children's Special Investigation Unit, sunset of Children's Planning Council (CPC), savings related to HIV Commission, less than anticipated utilization of temporary services contract by other departments and other various savings in operating costs; 3) a \$112,000 savings in other charges primarily due to less than anticipated legal settlement charges; 4) a \$5,000 savings in Capital Assets; and 5) a \$164,000 in prior year savings primarily due to the cancellation of commitments. These savings are partially offset by: 1) a \$1,869,000 reduction in IFT related to

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

CPC, HIV Commission, temporary services contracts and utilization of hearing officers as well as a net \$2,476,000 shortfall in revenue associated with Puente Hills and other various revenues.

Of the total savings, the Executive Office of the Board requests \$71,390,000 to be carried over to FY 2010-11. This is comprised of \$68,390,000 in unspent Board's community programs funding and \$3,000,000 in operating savings that will be needed in FY 2010-11 to offset the projected operating deficit, anticipated shortfall related to the Board's S&EB, additional costs associated with Office of Independent Review's assessment of Department of Children and Family Services and potential upgrade of the data center that has become a safety issue due to overheating.

Measure U/Prop 62 Ongoing Variance: (\$3,137,000)

Reflects savings related to the Board of Supervisors' enhanced unincorporated area services.

Measure U/Prop 62 One-Time Variance: (\$5,006,000)

Reflects savings related to the Board of Supervisors' enhanced unincorporated area services.

Chief Executive Officer

\$9,019,000

Operating Variance (\$9,003,000) – Reflects a current year savings amount of \$8,458,000 due to the Department's efforts to save \$1,158,000 in S&S and Capital Assets expenses as well as \$7,300,000 in various program savings in Healthier Communities, Stronger Families, Thriving Children (HST), Cable and Multimedia, Gang Initiatives, Florence-Firestone and Valinda Community Enhancement Teams (CET), Employee Relations, and the Steps to Excellence Project (STEP) programs. An additional savings of \$545,000 is attributable to the cancellation of commitments and account payables, and the receipt of unanticipated prior year revenue.

Measure U/Prop 62 Ongoing Variance: (\$16,000)

Reflects savings as result of lower than anticipated expenditures.

\$7,300,000 in departmental savings will be requested to be carried over into FY 2010-11 to continue program requirements as follows: HST (\$4,060,000); Cable and Multimedia (\$2,000,000); Gang Initiatives (\$123,000); STEP (\$418,000); Joint Labor-Management Committee on Office of Ergonomics (\$332,000); and Florence-Firestone and Valinda CET (\$367,000).

Chief Information Office

\$803,000

Reflects 1) \$169,000 savings in S&EB due to vacancies and recruitment delays; 2) a \$394,000 savings in S&S due to delayed IT projects, postponed enhancements and reductions in travel and training; 3) a \$12,000 savings in Capital Assets due to better pricing achieved by the competitive bid procurement process for GIS related equipment; 4) a \$77,000 in IFT and revenue due to unanticipated reimbursement of expenses; and 5) a \$151,000 in prior-year savings due to commitment cancellations.

Of the total savings, \$177,000 has been included in the FY 2010-11 Adopted Budget to restore one IT Consultant, CIO position that was eliminated in the FY 2010-11 Proposed Budget to

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

avoid layoff.

Child Support Services

\$1,511,000

The variance reflects savings of \$704,000 for the second phase of the pilot imaging project initiated in August 2007 to image and archive documents for child support cases and \$90,000 for the integration projects at 8300 Vermont and Magnolia Place. CSSD has requested that the \$704,000 and \$90,000 savings will be carried over to complete the imaging and integration projects.

In addition, the variance reflects a net savings of \$717,000, of which \$360,000 is attributable to prior year revenue accruals and commitment cancellations, and \$876,000 is attributable to savings for A-87, Capital Assets Depreciation, and non-claimable expenditures. These amounts are partially offset by a deficit of \$519,000 attributable to a State funding difference for FYs 2008-09 and 2009-10, 13th period expenditures. The State Child Support Services Department does not recognize the County's 13th accounting period, and each year, CSSD must adjust the 13th accounting period in the next fiscal year.

Children and Family Services – Administration

\$26,992,000

The NCC surplus in the Administration Budget is the result of: 1) S&EB savings of \$4.3 million primarily due to vacancies resulting from hiring delays and lower than anticipated employee benefits costs; 2) S&S savings of \$19.4 million and Other Charges savings of \$1.2 million due to lower than anticipated charges from other County departments and for information technology services, as well as delayed implementation of various contract services and the Katie A Corrective Action/Strategic Plan; 3) Capital Assets savings of \$1.0 million due to lower than budgeted expenditures on various computer devices and equipment; and 4) prior year savings activity of \$2.4 million due to commitment cancellations and over-realized revenue. The surplus is partially offset by a \$1.3 million reduction in Realignment revenue.

The \$27.0 million in NCC surplus is associated with the following programs: 1) \$0.2 million is Title IV-E Waiver savings; 2) \$14.7 million is non-Waiver program savings; 3) \$5.8 million is Katie A savings; 4) \$5.6 million is the IT Transfer savings; 5) \$.4 is E-SCARS savings; and 6) \$.3 million is Vermont Corridor Integration Project savings.

The Department is requesting that \$6.3 million be carried over in the FY 2010-11 Supplemental Budget for the following programs: 1) \$0.4 for E-SCARS ; 2) \$0.3 million for the Vermont Corridor Integration Project; and 3) \$5.6 million in one-time funding related to the IT infrastructure transfer to ISD. The Department is requesting that the \$0.2 million in Title IV-E Waiver Reinvestment funds and \$5.8 in Katie A. savings be placed in the Provisional Financing Uses account.

Children and Family Services – Assistance

\$45,737,000

The variance reflects savings primarily due to lower than anticipated NCC in the AFDC-Foster Care and Seriously Emotionally Disturbed (SED) programs, and savings from the FMAP rate increase for the Title IV-E Waiver. This savings is partially offset by higher than anticipated NCC in Emergency Assistance, General Relief Ineligibles, Kin-GAP, and Adoptions programs, and a

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

projected shortfall in realignment revenue. As a result of the implementation of the Kin-GAP Plus program, relative caregivers are now eligible to receive enhanced payments for children with special needs. Since the federal participation rate remained the same, the State and County must fund the cost increase (50 percent State and 50 percent County).

The savings are a result of three components: a) \$7.0 million of unspent IV-E Waiver will be used to access \$8.1 million in federal revenue, and \$7.5 million in State revenue; b) \$16.2 million for the Katie A. Strategic plan; and c) \$22.6 million is Non-Waiver savings primarily due to SB90 revenue accrual of \$19.7 million recorded by the Auditor Controller.

The \$7.0 million related to the Title IV-E Waiver reinvestment funds must be retained by the Department. The Department is requesting that the \$16.2 million in Katie A. savings be placed in the Provisional Financing Uses account.

Community and Senior Services – Administration \$501,000

The variance reflects savings due primarily to the transfer of CSS staff performing Area Agency on Aging and Community Service Centers activities to Workforce Investment Act (WIA) American Recovery and Reinvestment Act (ARRA) activities in order to fully utilize WIA ARRA funding.

Community and Senior Services – Assistance \$1,782,000

The variance reflects savings due primarily to unspent funding in the Nutrition Program of approximately \$777,000, and prior year savings from the Nutrition, Domestic Violence CalWORKs and CalWORKs Youth Programs.

Of the above savings, \$850,000 is being carried over to cover costs to provide critically needed security guard services at 10 service centers. With the downturn in the economy, there has been a rise in crime/homelessness in and around the service centers.

Community-Based Contracts \$1,153,000

Reflects savings of \$1,153,000 due to lower than anticipated expenditures in anti-gang strategies services and community delinquency contracts.

These savings will be carried over and reflected in the FY 2010-11 Budget.

Consumer Affairs \$152,000

The NCC surplus is a combination of: 1) \$63,000 in Accounts Payable and Commitment cancellations savings, and prior year over-realized Revenue Accrual; 2) \$287,000 savings in S&EB as a result of unfilled grant funded positions, positions filled with lower than budgeted items, and the Department's effort in reducing overtime costs; 3) \$544,000 in S&S resulting from grant program under spending; Department's effort to reduce S&S costs, and less than anticipated Department of Human Resources' Executive Recruitment costs; 4) \$10,000 savings in Other Charges; 5) \$20,000 in unspent Capital Assets as a result of the freeze; and 6) \$772,000 in under realized revenue resulting from grant sub-recipients' under spending, various revenue changes, and the Department's inability to obtain additional revenue from grant sources to cover subvended S&EB cost increases.

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Of the total estimated NCC savings, the Department is requesting to carry over \$60,000 to replace the Department's failing Automated Call Distribution System.

Coroner \$(4,000)
The deficit is attributed to less than anticipated revenue, including State POST Training and Charges for Services.

County Counsel \$512,000
 Reflects a current year savings of \$512,000 due to: 1) \$5,289,000 under expenditure in S&EB which results primarily from delays in filling vacant positions and the hard hiring freeze; 2) \$2,773,000 savings in S&S resulting from lower than anticipated legal defense fees and temporary services and the freeze on non-essential S&S; and 3) \$15,000 savings in Other Charges due to lower than anticipated costs for judgments and settlements.

Appropriation savings are partially offset by corresponding decreases in IFT (\$6,354,000) and Revenue (\$1,303,000) due primarily to less than anticipated charges for legal services.

In addition, \$92,000 in savings is attributable to the cancellation of prior year commitments.

District Attorney \$(7,432,000)
 Operating Variance – The variance is due primarily to \$8,473,000 in unrealized revenues (\$6,135,000 from the Public Safety Augmentation Fund) and lower than anticipated IFT of \$964,000. The revenue shortfall is offset by savings of \$380,000 in S&EB; \$508,000 in S&S; \$761,000 in Other Charges; and \$356,000 in Capital Assets.

Measure U/Prop 62 Ongoing Variance: \$0

Fire Department-Lifeguard \$249,000
 The projected surplus is attributable to savings related to the mid-year appropriation adjustment of \$582,000 approved by the Board of Supervisors on June 7, 2010, to offset \$302,000 in actual costs and \$280,000 in projected cost increases attributed to an increase in front line Lifeguard staffing as a result of the excessive beach and ocean activity during the summer and fall months. However, the anticipated increase in beach activity for the months of May and June did not materialize.

Additionally, to offset projected unfunded increases to employee benefits, primarily for Unemployment Insurance and to prevent a deficit for the fiscal year, the Department implemented an internal reduction plan, achieving a savings of \$250,000 for May and June 2010, including S&EB savings resulting from various program changes; and S&S savings from reductions in fleet, construction and maintenance, and other items.

Grand Jury \$398,000
 Reflects overall savings of \$398,000 primarily attributable to hiring delays (\$18,000); professional services due to no contract audits (\$264,000); savings in jury mileage claims and travel (\$79,000); and lower than anticipated expenditures in various other areas (\$37,000).

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Health Services/Enterprise Hospitals

\$14,529,000

Operating Variance: \$14,529,000

Reflects a net surplus of \$14.6 million, which when combined with the Capital Project funding surplus for the Department of Health Services of \$743,000, will offset under-realized Vehicle License Fees revenue of \$15.3 million.

Measure U/Prop 62 Ongoing Variance: \$0

Reflects no variance to the Measure U/Prop 62 funding of \$19.7 million for unreimbursed health care services.

Homeless and Housing

\$37,185,000

Reflects savings attributable to delays in the approval and contracting process for various projects. The carryover also covers projects spanning multiple years.

Human Resources

\$431,000

Reflects 1) \$5,342,000 savings in S&EB primarily due to vacancies and step differential; 2) \$2,108,000 savings in S&S as a result of expenditure curtailment requested by the CEO in areas such as general supplies, travel, training, temporary employees, in advertising, suspension of the tuition reimbursement program, and services from other County departments; 3) \$13,000 savings in Other Charges as a result of lower than anticipated capital lease charges; and 4) \$192,000 savings in Capital Assets as a result of no expenditures.

Appropriation savings are partially offset by the under realization of IFT (\$5,445,000) and Revenue (\$2,113,000) as a result of fewer billings to County departments.

In addition, \$334,000 in prior year net savings is primarily attributable to the cancellation of prior year commitments.

The Department is requesting a one-time carryover for \$58,000 to cover the incremental costs for 3 Administrative Intern II positions for the months of July through September.

Information Systems Advisory Body

\$182,000

Reflects overall savings of \$182,000 primarily due to lower than anticipated expenditures in equipment (\$108,000) and cancellation of prior year commitments (\$74,000).

Internal Services

\$4,952,000

Reflects current year net County cost savings from Building Maintenance attributable to the revised courthouse occupancy data (\$757,000), salary savings from the countywide Contracting Policy and Standards program (\$106,000), 5th District's Bel Vintage security wall project (\$65,000 to be carryover), mid-year budget adjustment for health insurance benefits increase (\$27,000), and unanticipated insurance proceeds for prior year emergency repairs at Antonovich Courthouse (\$1,054,000).

The above surpluses were partially reduced by \$533,000 to fund various projects that did not have a funding source. These include the increased user requirement for FAMIS licenses

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

(\$338,000), purchase of a car wash that was jointly shared with the Sheriff (ISD's absorbed its share of the cost totaling \$112,000), and the relocation of the Office of Small Business operations to improve service to SBE vendors (\$83,000).

Also, reflects prior year savings from the cancellation of accounts payable and commitments (\$3,580,000), partially offset by prior year revenue deemed uncollectible (\$104,000).

ISD is requesting \$65,000 to be carryover for the 5th District's Bel Vintage security wall project and \$15,000 for the Community Development Commission Cooperative Extension Rent Expense.

LA Plaza de Cultura y Arte

\$250,000

Construction on LA Plaza is not anticipated to be completed until September 2010; therefore, no funding will be used in FY 2009-10.

Mental Health

\$(4,355,000)

The closing NCC variance is the result of a net shortfall in revenue due to the following: 1) \$2.6 million for prior year AB 3632/SB 90 audit disallowances for the portion of the program directly operated by the department; 2) \$0.4 million reduction in the Department's estimated AB 3632/SB 90 claim due to a change in claiming methodology as a result of the prior-year audit disallowances; and 3) \$1.4 million for an Auditor-Controller-calculated additional withhold amount, from the department's estimated AB 3632/SB 90 receivable, to account for potential audit disallowances. In addition, there is a \$4.8 million net shortfall Vehicle License Fees – Realignment revenue (\$5.5 million current year projected deficit offset by \$0.7M favorable prior-year accrual collections).

Military and Veterans Affairs

\$132,000

The variance reflects savings primarily in S&EB due to one employee who is out on an industrial accident (IA) leave, hiring delays and a reduction in technical and printing services.

Museum of Art

\$82,000

Reflects savings of \$79,000 in S&S due to a reduced payment to Museum Associates and lower than anticipated utility costs; and \$3,000 savings in Other Charges due to the lack of judgments and damages activity for the department.

Pursuant to the 1994 Funding Agreement, the entire variance will be carried over into the Department's 2010-11 budget.

Museum of Natural History

\$421,000

Reflects savings of \$11,000 in S&EB due to less than anticipated S&EB; savings of \$341,000 in S&S due to a reduced payment to the Natural History Foundation used as a reserve for unforeseen expenses particularly activity under judgments and damages and various other miscellaneous expenses; and over-realized revenue of \$69,000.

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Pursuant to the 1994 Funding Agreement, the entire variance must be carried over into the Department's 2010-11 budget.

Music Center \$759,000
Reflects savings of \$761,000 in S&S that is attributed to lower than anticipated utility costs and savings in various administrative services, partially offset by under-realized co-generation revenue of \$99,000. Savings is also attributed to a utility credit of \$97,000 from a settlement paid by the Department of Water and Power.

Office of Public Safety \$4,295,000
Reflects an overall departmental savings of \$4,295,000 that includes \$9,000 savings related to Enhanced Unincorporated Services (Measure U funding).

Operating Variance: \$4,286,000
Reflects an operating savings primarily in S&EB attributed to the transition of the Office of Public Safety (OPS) personnel into the Sheriff's Department's operating budget. The Department is requesting consideration to carry over the year-end fund balance savings of \$4,286,000.

Measure U/Prop 62 Ongoing Variance: \$9,000
The Office of Public Safety's Measure U variance is primarily due to savings in S&S. The Department is requesting consideration to carry over the year-end savings of \$9,000.

Parks and Recreation \$5,409,000
Operating Variance: \$4,536,000
Reflects savings primarily from the Countywide Hiring, S&S, and Capital Assets Freeze imposed on February 10, 2009 and continued into FY 2009-2010; further freezes imposed on S&S as well as Capital Assets directly in eCAPS, during the fiscal year; unspent one-time carryover funding from FY 2008-09, and mid-year budget adjustments that were approved by the Board, but not spent. The Department will be requesting to carryover unspent one-time funding into FY 2010-11.

Measure U/Prop 62 Ongoing Variance: \$200,000
Reflects savings attributable to S&EB primarily from staff vacancies and hiring delays; The Department is requesting that the entire \$200,000 be carried over into FY 2010-11.

Measure U/Prop 62 One-Time Variance: \$673,000
Reflects savings from unspent one-time S&S and Capital Assets; The Department is requesting that the entire \$673,000 be carried over into FY 2010-11.

Probation \$(25,239,000)
Reflects a deficit of \$3.8 million in S&EB primarily due to over hires within the Juvenile Halls; savings of \$9.8 million in S&S due to a delay in community based organizations hiring staff and completing Probation's required background process for JJCPA programs; the closure of the California Youth Authority unit reducing the Department's contractual obligation; under-expenditures in training, information technology and maintenance/building alterations and

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

improvements; savings of \$2.3 million in other charges in the Care of Court Ward's budget unit primarily due to a reduction in placement cost for youth who would not qualify for reimbursement of expenses; savings of \$0.6 million in capital assets; deficit of 0.4 million in IFT due to a reduction in services provided by Probation to various County Departments; under-realization of \$32.2 million in revenue primarily due to a reduction in Juvenile Probation Funding (JPF), Juvenile Probation Camp Funding (JPCF), and Juvenile Justice Crime Prevention Act (JJCPA) due to less than anticipated Vehicle License Fee revenues which impact the amount of funding available to various state grants; under-realized revenue related to other charges for services; over-realization of federal revenue; unrealized Youthful Offender Block Grant (YOBG) revenue; and less than anticipated prior year revenue accruals of \$1.5 million primarily related to JPCF.

Provisional Financing Uses

\$360,739,000

Operating Variance: \$335,027,000

Reflects savings of \$335.0 million primarily attributable to delays in implementing various programs in the following areas: DCFS programs (\$45.2 million), Potential State Budget Impact Reserve (\$45.0 million), DHS Public-Private Partnership (\$44.0 million), Probation Department programs (\$20.4 million), County Economic Reserve (\$85.2 million), Criminal Justice related programs (\$37.3 million), public safety related programs (\$5.5 million) and various other programs/projects (\$52.4 million).

Measure U/Prop 62 One-Time Variance: \$25,712,000

Reflects savings of \$25.7 million due to Public Library enhanced unincorporated areas services (\$1.6 million) and other unallocated enhanced unincorporated areas services (\$24.1 million)

A total of \$300.4 million is to be carried over to FY 2010-11.

Public Defender

\$(4,780,000)

The Department's deficit is primarily due to over expenditures of \$2,698,000 in S&S as well as \$727,000 in S&EB. In addition there was under realization of revenue of (\$1,275,000) primarily attributable to lower than expected accruals of \$1,050,000 in State SB 90 revenue and \$235,000 for the Southwest Border Prosecution Initiative. Finally, there was an increase of prior year accruals of \$154,000.

This is offset by savings in Other Charges of \$66,000 and an increase in IFT of \$8,000.

Public Health

\$10,574,000

Reflects a surplus of \$10.6 million, consisting of an overall operating deficit of \$4.1 million, offset by prior year cancellations and over-realized revenue totaling \$14.7 million. Accounting for Public Health's \$2.7 million proportionate share of the countywide shortfall in Vehicle License Fees (VLF) Realignment revenue, the surplus is reduced to \$7.9 million.

As previously approved by the Board of Supervisors, \$1.7 million of this surplus has been reflected in the 2010-11 Adopted Budget to partially address the projected operating deficit. Additionally, the following carryover amounts are also included in the surplus: methamphetamine treatment services (\$0.35 million) and the Baldwin Hills telephone survey to

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

be completed in FY 2010-11 (\$0.14 million).

Finally, the remaining balance of \$5.7 million of the FY 2009-10 surplus funding is requested for one-time start up costs resulting from the forthcoming move into the newly constructed South Health Center (\$1.6 million), and to partially address Public Health's operating deficit to preserve public health services in FY 2010-11 (\$4.1 million). Public Health is developing a budget plan as the surplus amount will not fully address the projected FY 2010-11 operating deficit.

Public Social Services – Administration

\$37,177,000

The closing analysis reflects an NCC surplus of \$37.2 million due to the following:

- 1) \$4.2 million current year NCC deficit due to a variance between anticipated revenue and the actual allocations in the Food Stamps and CalWORKs programs. There were changes in allocation methodologies at the State level, which resulted in lower than anticipated allocations to Los Angeles County. In November 2009, the Department received approval from the CEO's Office to utilize \$4.7 million of prior year revenue to offset the shortfall.
- 2) \$7.6 million in unspent one-time funds, approved to be carried over to FY 2010-11, as follows: \$7.1 million for GR Restructuring; \$0.2 million for the Domestic Violence Council; \$0.1 million for the Volunteer Income Tax Assistance (VITA) Project; \$0.2 million in unspent one-time Vermont Integration Project funding.
- 3) \$4.2 million net one-time savings, as follows: \$25.2 million in one-time savings was generated due to the transition of the payroll system to e-HR, and an additional one-half month of claimable costs in the current year. \$21.0 million of this savings was transferred to the Assistance budget to cover the shortfall in General Relief.
- 4) \$15.2 million in revised revenue accrual methodologies including:
 - \$8.0 million in accrued revenue for ARRA costs posted in the 13th period as advised by the Auditor-Controller's Office (the Department did not accrue revenue against the 13th period costs in the past);
 - \$7.2 million in accrued revenue for Food Stamps Employment Training (FSET) revenue based on State approval before the County Fiscal Letter (CFL) funding allocation. In the past, the Department did not accrue revenue until the CFL allocations were received.
- 5) \$13.7 million in prior year savings.
- 6) \$0.2 million in operating transfer-in revenue from the Domestic Violence / Presely Special Fund. This revenue was not budgeted.
- 7) \$0.2 million increase in revenue for the Cash Management Information Payrolling System (CMIPS) II, the Statewide system under development for In-Home Supportive Services. This is over-realized revenue.

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

8) \$0.3 million in unspent 4th District Domestic Violence funds, which will be returned to the 4th District.

Public Social Services – Assistance

\$2,914,000

The variance reflects a \$2.9 million savings due to the following:

- CalWORKs: \$1.7 million surplus due to the overall sharing ratio for actual federal and State revenue of 97.72% when compared to the Adopted Budget at 97.48%.
- General Relief: \$1.0 million surplus due to a Budget Adjustment approved by the Board to transfer \$21.0 million from the Department's Administrative Budget to the Assistance Budget to cover a projected shortfall. In addition, the department realized revenue in excess of the budget for the Interim Assistance Program.
- Refugee Cash Assistance: \$0.1 million surplus due to the timing between the claiming date to the State and the actual year-end expenditures.
- Cash Assistance Payment for Immigrants: \$0.1 million surplus due to the timing between the claiming date to the State and the actual year-end expenditures.
- In-Home Supportive Services:
 Provider Wages - An estimated surplus of \$11.6 million is estimated in provider wages due primarily to a decrease in the estimated paid to approved ratio from 100 percent to 96.32 percent and a decrease in the actual cost per hour from \$9.90 per hour to \$9.80 per hour.
 S&S - An estimated \$2.7 million surplus due primarily to a lower than projected enrollment in the provider healthcare plan.

These surpluses are offset by a \$13.3 million reduction in realignment revenue, \$0.6 million reduction in State revenue and \$1.8 million in federal revenue. In addition, there is \$0.9 million in prior year revenue due to IHSS Waiver refunds posted this fiscal year, and \$0.5 million from the cancellation of prior year accounts payable balances.

Public Works

\$39,247,000

The savings is primarily due to \$37.1 million in unspent one-time funding related to Road Fund and Waterworks Districts reimbursement for various First and Fifth District unincorporated County projects, Seamless Cadastral Database, and Unincorporated Florence Firestone Community Enhancement Team. Additional savings attributable to the following programs: Facility Project Management, Building and Safety, Unincorporated County Roads, Unincorporated County Urban Runoff and Stormwater Quality Program, and Graffiti Abatement.

\$37.9 million of the above-identified savings was carried over into the FY 2010-11 Public Works General Fund budget during Final Changes. During FY 2010-11 Supplemental Changes, Public Works submitted carryover requests for the Unincorporated County Urban Runoff and

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Stormwater Quality Program (\$343,000) and Graffiti Abatement (\$2,000) to be budgeted in the Public Works General Fund budget; Project Facility Management (\$577,000) and Building and Safety (\$436,000) to be budgeted in Project and Facilities Development and Capital Projects/Refurbishments, respectively; and the reduction of the Final Changes Public Works General Fund budget carryover by \$798,000 reflecting 2009-10 expenditures. The revised carryover total is \$38.5 million.

Regional Planning

\$383,000

The variance (savings) is primarily due to reductions in consultant services, office expense, and information technology services. Savings partially offset by less than anticipated revenue related to reimbursement of servicing expenses from various deposit (draw-down) accounts including EIRs, Parcel/Tract Maps and Special Projects.

The Department is requesting to carry over \$50,000 for personnel recruitment services.

Registrar Recorder/County Clerk

\$(385,000)

The NCC variance reflects a deficit of \$385,000 due to a current year savings of \$8,650,000 offset by a prior year deficit of \$9,035,000.

The current year savings of \$8,650,000 is due to: 1) a \$1,088,000 savings in S&EB primarily due to vacancies, hiring delays and overtime savings, partially offset by higher than anticipated employee benefit costs; 2) a \$22,395,000 savings in S&S due to lower than anticipated Help America Vote Act (HAVA) related expenditures, IT related purchases and election related supplies, partially offset by higher than anticipated election related services for ballot cards, sample ballot printing, multilingual and precinct board salaries; 3) a \$66,000 savings in other charges due to lower than anticipated capital lease charges and other settlement costs; and 4) a \$549,000 savings in capital assets primarily due to the Countywide appropriation freeze instituted by CEO as well as the Department's internal expenditure freezes in restricting equipment purchases. These current year savings are partially offset by 1) a \$57,000 reduction in IFT; and 2) a net \$15,391,000 reduction in revenue primarily due to lower than anticipated utilization of HAVA revenue, partially offset by increases in revenues for elections and recording fees.

The prior year deficit of \$9,035,000 is due to: 1) a \$6,313,000 in under realization of revenues accrued for May 19, 2009 Special Statewide election costs claimed to the State; 2) a \$2,412,000 in under realization of revenue accrued for March 2009 26th State Senate Special Primary and March 2009 Vacancy election as a result of expiration of statute authorizing the reimbursement of costs to Counties; and 3) a \$450,000 in under realization of various revenues accrued for election related costs. These shortfalls are partially offset by \$140,000 in commitment cancellations.

Sheriff

\$8,772,000

Reflects an overall departmental savings of \$8,772,000 that includes \$17,000 savings related to Enhanced Unincorporated Services (Measure U funding).

EXPLANATION OF 2009-10 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)***Operating Variance: \$8,755,000*

Reflects overall savings primarily attributable to under expenditures in S&S and Capital Assets and over-realization of prior year revenue, partially offset by S&EB over expenditures and under-realized Public Safety Augmentation Fund (PSAF) revenue of \$33,989,000, of which the Department is held harmless.

With the PSAF fund transfer, the closing NCC is \$42,744,000. Of this amount, the department committed to saving \$32,000,000 in FY 2009-10 to help mitigate FY 2010-11 curtailments. Thus, the remaining operating fund balance is \$10,744,000.

The Department is requesting consideration to carry over the remaining fund balance savings of \$10,744,000.

Measure U Ongoing Variance: \$17,000

Reflects savings associated with the Community-Oriented Patrol Services Program. The Department is requesting consideration to carry over the entire savings amount of \$17,000.

*Measure U One-Time Variance: \$0**Treasurer and Tax Collector***\$1,454,000**

The variance is primarily attributable to: 1) S&EB savings of \$3,239,000 due to attritions, hiring delays, vacancies, and less than budget staff cost for Measure U; 2) S&S savings of \$1,460,000 attributable to appropriation freeze; 3) other charges savings of \$95,000 is primarily due to less than anticipated judgment and damages settlement costs; 4) capital assets savings of \$111,000 reflects actual costs being less than the anticipated costs; 5) under realization of \$755,000 in IFT due to lower reimbursement from other County departments for bank charges; 5) under realized revenue of \$3,566,000 due to the transfer of ambulance fee revenue to the Department of Health Services, lower than anticipated reimbursement for SB 813 - supplement property tax administrative fees and AB 1018 – interest revenue from the investment pool; and 6) \$870,000 from cancellation of prior year commitments.

*Trial Court Operations***\$2,740,000**

The savings are primarily due to lower than anticipated Maintenance of Efforts (MOE) payments offset by unrealized revenues of \$1,821,000; savings in salaries and benefits of \$394,000; delays in processing FY 2009-10 indigent defense claims of \$84,000; and cancellation of prior year commitments of \$441,000.

SUBTOTAL OPERATING**\$675,648,000**

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALSVARIANCE (NCC)Non-Operating Budgets

Capital Projects \$867,071,000

Operating Variance: The variance of \$861,019,000 (non-Prop 62) reflects savings due to lower than anticipated expenditures which will be carried over to FY 2010-11 to fund capital projects and refurbishments throughout the county.

Measure U/Prop 62 Ongoing Variance: \$3,026,000

Reflects savings due to lower than anticipated expenditures on the East San Gabriel Library Project which will be carried over to the FY 2010-11.

Measure U/Prop 62 One-Time Variance: \$3,026,000

Reflects savings due to lower than anticipated expenditures on the East San Gabriel Library Project which will be carried over to the FY 2010-11.

Emergency Preparedness and Response

\$584,000

Reflects overall savings primarily in S&S.

Employee Benefits

\$10,911,000

Reflects a surplus due to deferring \$4.3 million for a potential Medicare Part A hospital tax liability, \$6.5 million due to changes in sick-leave and outgoing pay liabilities and \$0.1 million from insurance proceeds.

Extraordinary Maintenance

\$75,331,000

Reflects savings associated with deferred maintenance of County assets. The savings will be carried over to the FY 2010-11 to fund major maintenance and repairs needs at the County facilities.

Federal and State Disaster Aid

\$(32,000)

Expenditures for the fiscal year were \$6,300,445 and the original estimate for closing was a \$0 NCC. This variance is 0.5% of the expenditure and negligible change from the estimate.

Insurance

\$194,000

Primarily reflects the reimbursement for commercial insurance premium on a two-year prepaid policy that covered FYs 2008-09 and 2009-10. The entire premium was paid in 2008-09, while the charges were billed over a two-year period to departments. Partial reimbursement was received in 2009-10 for cost that was incurred the prior year.

Judgments and Damages

\$17,463,000

Reflects savings from a net gain in contingent liability (\$1,112,000), more than expected revenues from case settlement (\$746,000), less than expected central reserve costs (\$15,540,000), and the cancellation of commitments (\$65,000).

Los Angeles County-Capital Asset Leasing (LAC-CAL)

\$16,000

Reflects a \$16,000 surplus due to the collection of lease payments and insurance premiums

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

being greater than the expenditure distribution to anticipated departments.

Nondepartmental Revenue \$56,374,000
 Reflects a surplus of \$56.4 million primarily attributable to the over realization of revenues from Deed Transfer Taxes (\$9.1 million), Franchises (\$4.1 million), Business License Taxes-Landfill (\$0.2 million), Penalties and Costs in Delinquent Taxes (\$6.5 million), interest earnings on loans to Enterprise Hospital (\$2.9 million), Rents and Concessions/Royalties (\$1.5 million), Homeowner Tax Relief revenues (\$1.5 million), Community Redevelopment Agency agreements (\$22.5 million), Assessment and Tax Collection Fees (\$2.3 million), central service charges to special districts (\$2.0 million) and hospitals (\$8.0 million), and Miscellaneous Revenue (\$2.4 million), prior year revenues (\$1.7 million); offset by shortfalls in Local Sales and Use Taxes (\$5.8 million), Transient Occupancy Tax (\$1.6 million), and Trial Court overhead (\$0.9 million).

Nondepartmental Special Accounts (NDSA) \$64,147,000
Non-Operating Variance: \$54,168,000
 Primarily reflects savings in S&S (\$45.374 million), Others Charges (\$0.778 million), and other financing uses/ IFT (\$0.479 million) plus over-realization of interest earnings (\$7.074 million) and cancellation of prior year accrual commitments (\$0.463 million).

Measure U/Prop62 Variance: \$9,979,000
 Reflects savings from Measure U under expenditure at Public Library.

A total of \$12,432,000 will be carried over for 1) Public Library Measure U Savings (\$9,979,000); 2) PFU – Parks New Facilities Fund (\$173,000) which was saved from Parks and Recreation's Grant Writing Program in FY 2009-10 will be carried over to PFU – Parks New Facilities; 3) Sales Tax Recovery Audit (\$175,000); 4) TRANs Interest Expense (\$767,000); and 5) Home Boy Industries (\$1,338,000).

Project and Facility Development \$53,977,000
 Reflects \$53,977,000 in savings associated with specialized County services and consultant services related the projects that are under development, as well as improvements to County facilities being implemented by other governmental agencies or jurisdictions. These funds will be carried over to FY 2010-11 to fund additional projects.

Rent Expense \$8,970,000
 Savings are due to a one-time interest credit of \$6.6 million from the bond payments for the Civic Center cogeneration plant and the Emergency Operations Center; \$1.4 million in lower-than-anticipated insurance premiums; and \$0.9 million related to a reduction of work on the Real Estate Management System and other non non-billable lease-related costs.

Telephone Utilities \$738,000
 Reflects current year net County cost savings of \$321,000 primarily due to lower than anticipated LA Net circuit costs for the Enterprise Network. Also, reflects prior year savings of \$412,000 for the cancellation of commitments and the collection of \$5,000 in unanticipated prior

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALSVARIANCE (NCC)

year revenue.

Utility Users Tax

\$(345,000)

Reflects a shortfall attributable to an under realization of electric and gas tax collections primarily due to the rate reduction from 5.0% to 4.5% and natural gas cost reductions, as well as under realized prior year revenues, partially offset by an over realization in communication tax collections due to the expanded tax base.

Utilities

\$1,136,000

Reflects current year net County cost savings of \$321,000 attributable to the Courts' share of the DWP Electricity (Barakat) Settlement, and \$95,000 in savings from administrative/indirect costs. Also, reflects prior year savings of \$442,000 for the cancellation of Account Payables and commitments, and the collection of \$278,000 in unanticipated revenue.

VLF – Realignment

\$(23,700,000)

Reflects a deficit of \$27.1 million due to lower than budgeted revenue collections, partially offset by over realized prior year revenue of \$3.4 million.

SUBTOTAL NON-OPERATING

\$1,132,835,000

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS**VARIANCE (NCC)****Financing Elements/Other Variances****Property Taxes** **\$(69,688,000)**

Reflects a decrease of \$69.7 million over the FY 2009-10 Adjusted Budget, primarily for refunds related to the Los Angeles Unified School District lawsuit (\$31.5 million) and the Assessor's proactive assessed valuation review (\$23.7 million), and a net decrease of (\$14.5 million) related to the Assessor's decrease in valuation of the property tax roll in Los Angeles County, offset by an increase in prior year property tax collections.

Net Changes in Reserves **\$(110,151,000)**

Reflects reductions of fund balance for the Reserve for Public Health-Substance Abuse Prevention and Control Long-Term Receivable (\$4.0 million); SB90 Long-Term Receivable (\$5.5 million); Reserve for Mental Health AB3632 (\$14.5 million) due to the State's delay in reimbursement; Reserve for Department of Mental Health Long-Term Receivables (\$8.3 million); Reserve for Utility User Tax (\$12.1 million); Reserve for Department of Health Services Cost-Based Reimbursement Clinic (\$65.9 million); offset by a minor net increase in general fund reserves of \$138,000 primarily due to the Reserve for Alhambra-Garvey Long-Term Receivable (\$118,000) as well as various other general fund reserves.

SUBTOTAL FINANCING ELEMENTS/OTHER VARIANCES **\$(179,839,000)**

TOTAL GENERAL FUND **\$1,628,644,000**

EXPLANATION OF 2009-10 CLOSING ANALYSIS

GENERAL FUND/ENTERPRISE HOSPITALS

VARIANCE (NCC)

Special Funds/Districts

Fire Department

\$19,941,000

S&EB Savings: \$6,305,000 – The S&EB savings is due to a \$1.0 million savings in salaries and wages, \$2.5 million savings in overtime, \$1.7 million in worker's compensation, \$0.3 million in Retirement, \$1.2 million in Thrift and \$0.3 million in Choices; offset by a deficit of \$0.7 million in miscellaneous employee benefits.

S&S Savings: \$9,458,000 – The S&S savings is due to items that were not purchased in FY 2009-10, of which \$6.2 million was carried over to FY 2010-11.

Other Charges Savings: \$1,885,000 – The savings is due to lower than anticipated costs of \$1.1 million for settlements, \$0.6 million for commercial paper interest, \$0.1 million for capital leases, and \$0.1 million for miscellaneous items.

Capital Assets Savings: \$132,000 – The savings is due to fixed asset items that were not purchased in FY 2009-10.

Revenue Surplus: \$2,161,000 – The variance is due to higher than budgeted revenue of \$0.6 million for property taxes, \$0.8 million in Fines, \$3.2 million in Grants, \$1.7 million in Fee for Services Cities, and \$0.2 million in miscellaneous revenues; offset by lower than budgeted revenue of \$0.5 million for current and prior year Special Taxes, \$0.2 million in Lifeguard General Fund revenue, \$0.9 million in California Redevelopment Agencies (CRA), \$0.9 million in Advanced Life Support (ALS), and \$1.8 million in Assistance by Hire (ABH).

Public Library

\$14,902,000

\$12,565,000 Non-Capital and Board-funded Projects – Reflects savings from S&EB caused by hiring delays in filling executive and senior level vacancies. Savings from S&S are due to lower General County Overhead costs, unanticipated utility savings and insurance charges, and prior year cancellations.

\$2,337,000 Capital and Board-funded Projects – Reflects savings from multi-year capital and renovation projects. Unspent funds are carried into FY 10/11 to complete these projects.

Measure U Variance: There is no variance attributable to Measure U in Library's operating budget, while a surplus of \$9,979,000 is reflected in the Non-Departmental Special Account (NDSA).

EXPLANATION OF 2009-10 CLOSING ANALYSIS**GENERAL FUND/ENTERPRISE HOSPITALS****VARIANCE (NCC)**

Measure U Ongoing Variance: \$3,512,000

Primarily reflects savings due to construction delays for new libraries.

Measure U One-Time Variance: \$6,467,000

Reflects one-time savings for opening day collection purchases and unbuilt libraries.

**FISCAL YEAR 2009-10
Overtime - Actual vs. Budget**

Department	2007-08	2008-09	2009-10			
	Actual Overtime	Actual Overtime	Adjusted Budget	Actual Overtime	Variance from Budget	Rounded Variance
<u>General Fund/Hospital Enterprise</u>						
Affirmative Action Compliance	\$ 1,640	\$ 1,303	\$ 3,000	\$ 1,308	\$ 1,692	\$ 2,000
Ag Commissioner/ Weights & Measures	923,117	1,116,499	670,000	1,044,858	(374,858)	(375,000)
Alternate Public Defender	11,328	9,157	52,000	5,177	46,823	47,000
Animal Care & Control	286,478	347,789	400,000	369,172	30,828	31,000
Assessor	1,448,836	3,498,446	2,663,000	2,439,917	223,083	223,000
Auditor-Controller	302,417	274,621	440,000	192,045	247,955	248,000
Beaches & Harbors	77,757	86,554	71,000	277,225	(206,225)	(206,000)
Board of Supervisors	58,399	134,892	73,000	101,283	(28,283)	(28,000)
Chief Executive Officer	205,930	157,865	220,000	130,489	89,511	90,000
Chief Information Officer	744	-	5,000	388	4,612	5,000
Child Support Services	928,562	1,190,150	490,000	441,505	48,495	48,000
Children & Family Services	8,246,166	7,726,032	9,449,000	10,261,282	(812,282)	(812,000)
Community & Senior Services	442,494	534,023	378,000	574,926	(196,926)	(197,000)
Consumer Affairs	42,618	25,576	18,000	7,324	10,676	11,000
Coroner	588,570	574,724	305,000	294,072	10,928	11,000
County Counsel	45,786	14,643	58,000	12,074	45,926	46,000
District Attorney	637,184	464,087	432,000	301,580	130,420	130,000
Health Services	67,386,544	66,076,153	53,886,000	53,894,973	(8,973)	(9,000)
Human Resources	21,532	16,716	93,000	7,164	85,836	86,000
Internal Services	5,134,790	5,014,857	6,321,000	4,250,063	2,070,937	2,071,000
Mental Health	6,205,327	7,021,385	5,397,000	6,058,766	(661,766)	(662,000)
Military & Veterans Affairs	17,413	23,115	-	66	(66)	-
Museum of Art	366,161	215,161	200,000	256,268	(56,268)	(56,000)
Museum of Natural History	58,842	49,597	50,000	41,618	8,382	8,000
Office of Public Safety	7,148,501	6,929,323	4,174,000	5,179,109	(1,005,109)	(1,005,000)
Parks & Recreation	1,639,549	814,232	640,000	504,952	135,048	135,000
Probation	21,759,838	15,696,735	8,936,000	4,561,158	4,374,842	4,375,000
Public Defender	381,760	379,199	255,000	324,850	(69,850)	(70,000)
Public Health	2,851,597	3,373,281	3,304,000	4,620,249	(1,316,249)	(1,316,000)
Public Social Services	7,827,406	4,889,268	4,948,000	4,365,095	582,905	583,000
Regional Planning	409,238	230,296	200,000	68,359	131,641	132,000
Registrar-Recorder/County Clerk	5,970,949	3,793,344	2,570,000	2,311,615	258,385	258,000
Sheriff's Department	179,747,653	144,254,826	86,171,000	114,244,905	(28,073,905)	(28,074,000)
Treasurer & Tax Collector	175,044	191,392	200,000	143,754	56,246	56,000
Total General Fund and Hospitals	<u>\$ 321,350,170</u>	<u>\$ 275,125,241</u>	<u>\$ 193,072,000</u>	<u>\$ 217,287,590</u>	<u>\$ (24,215,590)</u>	<u>\$ (24,214,000)</u>
<u>Special Funds and Districts</u>						
Fire	151,855,237	155,497,160	154,985,000	142,127,238	12,857,762	12,858,000
Public Library	1,229,823	1,155,660	919,000	844,961	74,040	74,000
Public Works	7,483,140	6,449,374	15,000,000	8,780,879	6,219,121	6,219,000
Total Special Funds and Districts	<u>\$ 160,568,200</u>	<u>\$ 163,102,194</u>	<u>\$ 170,904,000</u>	<u>\$ 151,753,078</u>	<u>\$ 19,150,922</u>	<u>\$ 19,151,000</u>
GRAND TOTAL OVERTIME	\$ 481,918,370	\$ 438,227,435	\$ 363,976,000	\$ 369,040,667	\$ (5,064,667)	\$ (5,063,000)

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS

DEPARTMENT

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Affirmative Action \$2,000

Reflects an under expenditure due to efforts to ensure that workload needs are being met during regular working hours and overtime is only used in times of critical need.

Agricultural Commissioners/Weights and Measures \$(375,000)

Reflects an over expenditure as a result of difficulty in filling vacancies at the inspector levels. The overtime worked is necessary to fulfill the Department's obligation to inspect scales and meters on an annual basis and fulfill contract requirements for the Pest Exclusion High Risk and the Pest Detection contracts. In addition, the Department has responded to several new insect finds, such as the Light Brown Apple Moth and Asian Citrus Psyllid.

Alternate Public Defender \$47,000

Reflects an under expenditure attributable to lower than expected expenses related to investigations and other activities that take place outside of normal business hours.

Animal Care and Control \$31,000

Reflects an under expenditure attributed to more effective scheduling and resource management. Overtime is assigned for critical needs related to emergency response and field coverage.

Assessor \$223,000

Reflects an under expenditure due to decreased reliance in overtime to process Proposition 8 decline-in-value reviews and assessment appeals.

Auditor-Controller \$248,000

Reflects an under expenditure primarily due to less than anticipated overtime costs for Shared Services and Accounting.

Beaches and Harbors \$(206,000)

Reflects an over expenditure primarily due to vacant Grounds Maintenance Worker I positions and the busy summer season. In addition, the unanticipated winter storms as well as the continued hiring freeze also contributed to the increase in overtime expenditures.

Board of Supervisors \$(28,000)

Reflects a deficit primarily due to increased workload as it relates to a high number of assessment appeals cases as well as critical system migration efforts.

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS

DEPARTMENT

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Chief Executive Officer \$90,000

Reflects an under expenditure primarily due to the reallocation of departmental resources to meet workload changes.

Chief Information Office \$5,000

Reflects savings attributable to the Department's judicious use of overtime for only activities critical to the needs of the Department.

Child Support Services \$48,000

Reflects savings primarily due to departmental efforts to reduce overtime expenditures due to budget constraints.

Children and Family Services \$(812,000)

Reflects an over expenditure due to the Department's efforts to find long-term solutions and strategies to address the number of Emergency Response (ER) investigations remaining open for over 30 days. The Department requested and received approval from the State for a waiver allowing DCFS 60 days to complete its investigations. Although a request to hire additional line staff was submitted specifically to address the ER backlog, the Department recognized the need to provide immediate relief and additional resources to the ER sections, which resulted in the additional overtime expenditures.

Community and Senior Services - Administration \$(197,000)

Reflects an over expenditure primarily due to the consistently high caseloads in the Adult Protective Services Program and additional workload related to ongoing audits and vacancies.

Consumer Affairs \$11,000

Reflects an under expenditure due to the Department's effort to reduce less critical assignments, community outreach, speaking engagements, and special investigations.

Coroner \$11,000

Reflects savings as the result of less than anticipated overtime during routine workload peaks and ongoing efforts by the department to reduce overtime.

County Counsel \$46,000

Reflects savings associated with the delayed implementation of an Information Technology project. In addition, the duties requiring overtime were shared and completed by exempt staff, thereby resulting in overtime savings.

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS

DEPARTMENT

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

District Attorney \$130,000
Reflects savings primarily due to tighter departmental controls of overtime requests approved.

Health Services/Enterprise Hospital Summary \$(9,000)
Reflects an over expenditure due primarily to the difficulty in filling vacant, budgeted positions and to cover critical service needs.

Human Resources \$86,000
Reflects savings as a result of the Department's efforts to ensure that workload needs are being met during regular working hours and overtime is only used for critical needs.

Internal Services \$2,071,000
Reflects savings attributable to lower than budgeted emergency/priority/after-hour work orders and fiscal restraints imposed by managers to control expenditures.

Mental Health \$(662,000)
Reflects an overage associated with staff coverage for the jail, emergency programs, Psychiatric Mobile Response Teams, and the Crisis and Homeless Outreach Teams, all of which provide necessary services 24 hours a day, 7 days a week. Additionally, overtime was incurred to support the implementation of Mental Health Services Act programs. Given the extent that overtime recurs for these important services and programs, overtime appropriation was addressed accordingly in the Fiscal Year 2010-11 Budget.

Military and Veterans Affairs \$0
No variance.

Museum of Art \$(56,000)
Reflects an over expenditure resulting from emergency call-backs due to severe winter weather and workload associated with exhibition installation and de-installation.

Museum of Natural History \$8,000
Reflects savings as there were no major facility emergencies, such as infrastructure breakdowns, which were a common event in the past.

Office of Public Safety \$(1,005,000)
Reflects an overage due to the hard hiring freeze and the consolidation with the Sheriff's Department.

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS

DEPARTMENT

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

Parks and Recreation \$135,000

Reflects savings primarily due to scrutinizing the use of overtime in preparation for the Fiscal Year 2010-2011 overtime curtailment plan.

Probation \$4,375,000

Reflects savings primarily due to the reduction in the juvenile hall population and the implementation of Probstat, a management accountability system, which enables management to monitor overtime expenditures in the juvenile halls and camps.

Public Defender \$(70,000)

Reflects an over expenditure attributable to hiring delays and investigator vacancies. Additionally, there has been a marked increase in overtime worked by Legal Office Support Assistants (LOSA) and their supervisors (Senior and Supervising LOSA) as part of the implementation process of the Public Defender Electronic Document Management System project.

Public Health \$(1,316,000)

Reflects a deficit primarily related to staff overtime in response and deployment to the H1N1 outbreak. The Department received funding from the federal Centers for Disease Control and Prevention that fully offset this over expenditure and allocated this funding to its salary and employee benefits budget.

Public Social Services - Administration \$583,000

Reflects an under expenditure primarily due to departmental efforts to reduce overtime expenditures in reaction to budget uncertainties. In addition, controls to avoid overtime payments of 50 percent above an employee's monthly salary have been established, which also contributes to lower overtime usage.

Regional Planning \$132,000

Reflects savings due to departmental effort to reduce expenses with the use of compensatory time off in lieu of paid overtime.

Registrar-Recorder/County Clerk \$258,000

Reflects savings due to departmental efforts in minimizing the use of overtime to activities that are critical and unavoidable in light of the County's current financial situation.

Sheriff \$(28,074,000)

Reflects an over expenditure due to vacancies, unfunded leaves of absence, unfunded

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS

DEPARTMENT

GENERAL FUND/ENTERPRISE HOSPITALS

OVERTIME VARIANCE

budgeted positions, unfunded jail ward security, unfunded post bonuses, and unusual occurrences, such as seasonal fires and mudslides.

Treasurer and Tax Collector *\$56,000*

Reflects savings primarily attributable to less than budgeted hours for seasonal events, such as the first and second property tax installments and researching unsecured property tax payments in suspense.

TOTAL OVERTIME - GENERAL FUND/ENTERPRISE HOSPITALS **\$(24,214,000)**

EXPLANATION OF 2009-10 OVERTIME CLOSING ANALYSIS**DEPARTMENT****SPECIAL FUND/DISTRICTS****OVERTIME VARIANCE**

Fire \$12,858,000
 Reflects savings as a result of less than anticipated overtime for major fires and emergency deployments.

Public Library \$74,000
 Reflects an under expenditure as a result of departmental efforts to control the overtime cost within the budget, including new procedures implemented in Technical Services Division resulting in workflow efficiency enhancement and overtime cost reduction.

Public Works \$6,219,000
 Reflects savings primarily due to the absence of overtime demand to address disasters, such as storms, floods, and earthquakes.

TOTAL OVERTIME - SPECIAL FUNDS/DISTRICTS **\$19,151,000**

GRAND TOTAL - OVERTIME **\$(5,063,000)**